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Your City, Seattle

Executive Department-Purchasing

Tomi H. Jerao, Purchasing Agent
Charles Royer, Mayor

November 14, 1986
Ref: 1-979



Mr. James Kozak
Sunohio
1700 Gateway Blvd. SE
Canton, Ohio 44707

SUBJECT: City of Seattle Purchase Contract 566820-04

The Purchase Contract acknowledgment was returned to the City of Seattle with the proviso that certain clarifications must be acceptable to the City. Those clarifications enumerated in your letter of October 29, 1986 are satisfactory subject to the following proviso:

"The terms of your letter of 10/29/86 are acceptable and Purchase Contract 566820-04 is hereby approved with the following additional condition. It is understood that, notwithstanding the previously negotiated payment schedule, no payment shall be made to Sunohio until (a) the Purchasing Agent is in possession of signed copies of the necessary incinerator subcontracts and bid bonds in the amount of 10% of the subcontract total with evidence of assignment of those sub-contracts and bid bonds to the City of Seattle; or (b) Sunohio has completed chemical decontamination of all oil by April 1, 1987."

We received the letter of Credit No. 1432 from Society Bank for \$100,000.00 and thus the bid bonds mentioned above must provide for, if off-site incineration becomes necessary, the furnishing of performance bonds totaling \$2,400,000.00.

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Mr. James Kozak
Sunohio
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We look forward to receiving the documents and also observing
the beginning of the oil PCB decontamination process.

Very truly yours,

TOMI.H: TERAQ
Purchasing Agent

cc: Randall Hardy, City Light

THT:ejm

Continued

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